STATE OF OREGON

COUNTY OF DESCHUTES

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

ROATS WATER SYSTEMS, INC. 61147 HAMILTON LANE BEND, OREGON 97702

503-382-3029

to use the waters of FOUR WELLS in the DESCHUTES RIVER BASIN for QUASI-MUNICIPAL USES.

This Permit is issued approving Application G-11983. The date of priority is NOVEMBER 6, 1989. The use is limited to not more than 1.1 CUBIC FEET PER SECOND, or its equivalent in case of rotation, measured at the well.

The wells are located as follows:

NE 1/4 NW 1/4, SE 1/4 NW 1/4, SECTION 28, T 18 S, R 12 E, W.M.; WELL 1 - 915 FEET SOUTH AND 750 FEET WEST; WELL 2 - 990 FEET SOUTH AND 745 FEET WEST; WELL 3 - 2270 FEET SOUTH AND 470 FEET WEST; WELL 4 - 2230 FEET SOUTH AND 475 FEET WEST, ALL FROM N 1/4 CORNER, SECTION 28.

The use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

A description of the proposed place of use under the permit is as follows:

SE 1/4 NE 1/4
E 1/2 SE 1/4
SECTION 20
E 1/2 SW 1/4
W 1/2 SE 1/4
SW 1/4 NW 1/4
SECTION 28
SW 1/4
W 1/4 SE 1/4
W 1/4 SE 1/4
SECTION 21
SECTION 29
TOWNSHIP 18 SOUTH, RANGE 12 EAST, W.M.

The well shall be constructed in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works constructed shall include an air line and pressure gauge or an access port for a measuring line, adequate to determine water level elevation in the well at all times. When required by the department, the permittee shall install and maintain a weir, meter, or other suitable measuring device, and shall keep a complete record of the amount of ground water withdrawn.

Prior to receiving a certificate of water right, the permit holder will submit the results of a pump test meeting the department's standards, to the Water Resources Department. The Director may require water level or pump test results every ten years thereafter.

Actual construction work shall begin on or before August 26, 1992, and shall be completed on or before October 1, 1993. Complete application of the water to the use shall be made on or before October 1, 1994. B + C \pm C \pm 10-1-99

Failure to comply with any of the provisions of this permit may result in action including, but not limited to restrictions on the use, civil penalties, or cancellation of the permit.

Application G-11983

Water Resoursces Department

PERMIT G-11323

This permit is for the beneficial use of water without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.

By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

The use of water shall be limited when it interferes with any prior surface or ground water rights.

Issued this date, AUGUST 26, 1991.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director